

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

200 W. Washington, Suite 301
Indianapolis, IN 46204
(317) 233-0696
<http://www.in.gov/legislative>

FISCAL IMPACT STATEMENT

LS 6100

BILL NUMBER: HB 1039

NOTE PREPARED: Nov 3, 2006

BILL AMENDED:

SUBJECT: Deferred Retirement Option Plan.

FIRST AUTHOR: Rep. Tyler

FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: ☒ **GENERAL**
☒ **DEDICATED**
☐ **FEDERAL**

IMPACT: State & Local

Summary of Legislation: This bill authorizes a member of the 1925 Police Pension Fund, the 1937 Firefighters' Pension Fund, the 1953 Police Pension Fund, or the 1977 Police Officers' and Firefighters' Pension and Disability Fund to resubmit, before July 1, 2007, a disapproved election to enter a deferred retirement option plan (DROP) and to have the election approved so that the dates the member enters and exits the DROP are the dates selected by the member when the election was initially submitted.

Effective Date: Upon passage.

Explanation of State Expenditures:

Explanation of State Revenues:

Explanation of Local Expenditures: The fiscal impact, if any, from this bill is expected to be minimal. Fewer than ten people on a statewide basis are expected to be affected by this proposal.

Explanation of Local Revenues:

State Agencies Affected: Public Employees' Retirement Fund as administrators of the 1977 Fund.

Local Agencies Affected: Units with members in the Old Funds and the 1977 Fund.

Information Sources: Doug Todd of McCready & Keane, Inc., actuaries for PERF and the Police and Fire Funds, 317-576-1508; Mr. Tom Hanify, Indiana Professional Firefighters' Union, 317-630-1840; Mr. Leo Blackwell, Indiana Fraternal Order of Police, 317-634-4356.

Fiscal Analyst: James Sperlik, 317-232-9866.